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# ABEROPRITHE ARIZONA CORPORATION COMMISSION

CARL J. KUNAS POCKETED

Chairman

OCT 3 1 2000

JIM IRVIN

Commissioner
WILLIAM A. MUNDELED BY ...

Commissioner

1/2

2000 SCS 31 A II: 34

AV CORP CONPUSSION BECCHENT CONTROL

IN THE MATTER OF THE APPLICATION OF PROPOSED RULEMAKING REGARDING THE TRANSPORTATION OF NATURAL GAS, OTHER GASES AND HAZARDOUS LIQUIDS BY PIPELINES.

DOCKET NO. RG-00000A-00-0548

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## STAFF'S COMMENTS FOR PROPOSED RULEMAKING

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Pursuant to the August 30, 2000 Procedural Order in this docket, Staff of the Arizona Corporation Commission ("Staff") through undersigned counsel, hereby submits a response to comments filed by ASARCO Incorporated and Arizona Fueling Facilities Corporation on the Proposed Rulemaking Regarding the Transportation of Natural Gas, Other Gases and Hazardous Liquids by Pipelines.

It was not Staff's intention to use this rulemaking docket as a devise to expand the jurisdiction of the Arizona Corporation Commission ("Commission"). Further, it has come to Staff's attention that when filing the Rules with the Secretary of State, Staff omitted a portion of A.A.C. R14-2-201(5). As a result, on October 30, 2000, Staff filed with the Secretary of State, a Notice of Public Information to be published in the November 3, 2000 Register. The term "by public service corporations" was inadvertently omitted from the definition of "Intrastate pipeline" and should be re-instated. Further, Staff initially inserted "referenced in A.R.S. § 40.441" in the definition of

"Intrastate pipeline" and has deleted that reference for conformity purposes. (See, Exhibit A)

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Finally, Staff initially proposed the striking of "that are used by public service corporations" in the definition of "Pipeline System" pursuant to R14-2-201(9). As an additional conforming 2 3 change, the request to strike this language is now withdrawn. RESPECTFULLY SUBMITTED this 31st day of October 2000. 10 11 12 Original and (15) fifteen copies 13 of the foregoing filed this 31st day of October, 2000 with: 14 **Docket Control** 15 Arizona Corporation Commission 1200 West Washington Street 16 Phoenix, Arizona 85007 17 Copy of the foregoing was mailed this 31st day of October, 2000, to: 18 19 Arizona Fueling Facilities Corporation c/o Raymond S. Heyman 20 Roshka, Heyman, & DeWulf 400 N. Fifth Street, Suite 1000 21 Phoenix, Arizona 85004 22 Steve Williams Plant Manager 23 Arizona Public Service Company P. O. Box 53999 24 Mail Station 4120 Phoenix, Arizona 85072-3999 25 Larry Daniel 26 Customer Construction Dept. Leader Arizona Public Service Company

Attorney, Legal Division **Arizona Corporation Commission** 1200 West Washington Phoenix, Arizona 85007 (602) 542-3402

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Phoenix, Arizona 85072-3999

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2	City Manager City Of Benson
3	P. O. Box 2223 Benson, Arizona 85602
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7	Mr. Gail Robinson Black Mountain Gas Company P. O. Box 1028
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9	Mr. Doug Mann
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11	200 West Overland Payson, Arizona 85541
12	Mr. Gary Powell
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16	Vice President, Systems Operations Louisiana Gas Service Co. P. O. Box 433
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18	Mr. Jack McBride
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21	Mr. Jim Vescio
22	Station Manager Dyn Air Fueling Company
23	4200 East Airlane Drive Phoenix, Arizona 85034
24	Mr. Jack Shilling
25	General Manager Duncan Rural Service Cooperative
26	P. O. Box O Duncan, Arizona 85534

1	Mr. Donald R. Payne PE
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3	P. O. Box 1492 El Paso, Texas 79978
4	Mr. Nelson Peck
5	General Manager Graham County Utilities, Inc. P. O. Drawer B
6	Pima, Arizona 85543
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8	Gas Manager City of Mesa
9	P. O. Box 1466 Mesa, Arizona 85211-1466
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12	31 North Pinal St. Bldg. D Florence, Arizona 85232
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14	U S WEST Communications Regulatory Division 3033 North 3 <sup>rd</sup> Street
15	Room 1010 Phoenix, Arizona 85012
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20	Chris Tyrek Cable America 2720 East Camelback Road
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22	Jones Intercable Regulatory Division
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25	Tucson Electric Power Legal Department – DB203 220 West 6 <sup>th</sup> Street
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27	Tucson, Arizona 85072

1	David Martin
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3	Clark Tartar / Frank Harris
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5	Phoenix, Arizona 85009 Jim Gholson
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7	Northern Pipeline Construction Co 3024 West Weldon Avenue
8	Phoenix, Arizona 85017
9	Walt Jones Henkles and McCoy, Inc. 21601 North 3 <sup>rd</sup> Avenue
10	Phoenix, Arizona 85027-2907
11	Tom Mattingly, Superintendent City of Mesa
12	Building Inspections P.O. Box 1466
13	Mesa, Arizona 85211-1466
14	ASARCO Incorporated c/o Webb Crockett, Esq.
15	Fennemore Craig
16	3003 North Central Avenue, Suite 2600 Phoenix, Arizona 85012
17	The Arizona Utility Group
18	c/o John Clayton Southwest Gas Corporation
19	P. O. Box 98510 Las Vegas, Nevada 89193-8510
20	John H. Shorbe, Sr.
21	Southern Arizona Home Builders Association 2840 North Country Club Road
22	Tucson, Arizona 85716
23	Mr. Michael Bovee Park Manager
24	Canyon Valley Airpark P.O. Box 3038
25	Grand Canyon, Arizona 86023
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27	Havasu Springs Resort 2581 Highway 95
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8	Kayenta School District No. 27
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	,
10	Mr. Ralph Friedley Superintendent of Schools
11	Red Mesa Unified School District No. 27
12	HCR 6100, Box 40 Teec Nos Pos, Arizona 86514
13	, in the second
	Mr. Chee Benally Superintendent of Schools
14	Tuba City Unified School District No. 15 P.O. Box 67
15	Tuba City, Arizona 86045
16	Mr. Donimic Antignano
ŀ	President
17	Zapco Energy Tactics Corporation 1420 – D Church Street
18	Bokemia, New York 11716
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	and IR with
21	Angela I. Bennett
22	Tangaga 2. 20may
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### AGENCY RECEIPT

FILED MON-321

## **Notice of Public Information**

2000 OCT 30 P 3: 31

1. Agency name: Arizona Corporation Commission

R14-5-205

2. The Subchapters, if applicable; the Articles; the Parts, if applicable; and the Sections in the rulemaking, listed in alphabetical and numerical order:

Amend.

Subchapters, Articles, Parts, and Sections	Action
Article 2. Pipeline Safety	
R14-5-201	Amend.
R14-5-202	Amend.
R14-5-203	Amend.
R14-5-204	Amend.

### NOTICE OF PUBLIC INFORMATION

### ARIZONA CORPORATION COMMISSION

1. Title and its heading:

Title 14. Public Service Corporations; Corporations and Associations; Securities

Regulation

Chapter and its heading:

Chapter 5. Corporation Commission - Transportation

Articles and their headings:

Article 2. Pipeline Safety

Section Numbers:

R14-5-201 through R14-5-205

2. The public information relating to the listed Sections:

This notice provides notice of a correction to the Notice of Proposed Rulemaking, Title 14. Public Service Corporations; Corporations and Associations Securities Regulation, Chapter 5. Corporation Commission – Transportation, Article 2. Pipeline Safety, R14-2-201(5).

Correction: "by public service corporations" (shown in bold for purposes of this notice only) was inadvertently omitted from the rules and conformity was needed. Provided herein is the corrected subpart (5) in its entirety with corrections:

- 5. "Intrastate pipeline" means all pipeline facilities referenced in ARS 40.441, included in the definition of "pipeline system" that are used by public service corporations to transport natural gas, Liquefied Natural Gas ("LNG"), other gas or hazardous liquids within Arizona, that are not used to transport gas or hazardous liquids in interstate or foreign commerce. This includes, without limitation, any equipment, facility, building or other property used or intended for use in transporting gas, LNG or hazardous liquids.
- 4. The time, place, and nature of the proceedings for the adoption, amendment, or repeal of the rule or, if

  no proceeding is scheduled, where, when, and how persons may request an oral proceeding on the

  proposed rule:

An additional Public Comments Meeting is scheduled to address these two corrections:

Date:

December 8, 2000

Time:

1:00 p.m.

Location:

Corporation Commission Hearing Room, 1200 West Washington Street,

Phoenix, Arizona

Nature:

Public Comment Hearing (oral and written comments accepted)